Message Text

LIMITED OFFICIAL USE

PAGE 01 OECD P 19312 01 OF 02 251419Z

41

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-07

EA-06 FRB-03 INR-07 IO-10 NEA-10 NSAE-00 OPIC-03

SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01 L-03 OIC-02

PA-01 PRS-01 USIA-06 NSC-05 CG-00 DOTE-00 FMC-01

DODE-00 OFA-01 DLOS-04 TAR-01 AGR-05 STR-04 (ISO) W ------ 076299

R 251403Z JUL 75 FM USMISSION OECD PARIS TO SECSTATE WASH DC 8072

LIMITED OFFICIAL USE SECTION 01 OF 02 OECD PARIS 19312

E. O. 11652: N/A

TAGS: EFIN, OECD, ETRN, UNCTAD, ECON SUBJECT: OECD COUNCIL DISCUSSION OF U.N. LINER CODE, JULY 15, 1975

REFS: (A) OECD PARIS 16844 (B) OECD PARIS 11977 (C) STATE 158119

1. SUMMARY: AT OECD COUNCIL MEETING DISCUSSION OF DRAFT ENTRY IN MINUTES RECORDING COUNCIL CONCLUSIONS RE COMPATIBILITY OF U.N. LINER CODE WITH OECD CODE OF LIBERALIZATION OF INVISIBLE TRANSACTIONS, FRENCH INTRODUCED AN ALTERNATIVE TO SECGEN DRAFT WHICH PUT US BACK TO SQUARE ONE. THE FRENCH DRAFT DOES LITTLE BUT REFLECT THE MINORITY VIEWS THAT THE ADHERENCE TO U.N. LINER CODE IS COMPATIBLE WITH OECD CODE AS INDICATED EARLIER IN THE PAYMENTS COMMITTEE REPORT (C(75)1). ISSUE WAS REMANDED TO EXECUTIVE COMMITTEE FOR FURTHER DISCUSSION IN SEPTEMBER. END SUMMARY.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 19312 01 OF 02 251419Z

2. FRENCH REP (VALERY) INTRODUCED AN ALTERNATIVE TO

SECGEN'S PROPOSED DRAFT ENTRY IN OECD COUNCIL MINUTES (REF A) STATING FRANCE FOUND ACCEPTABLE NEITHER THE SECGEN'S DRAFT NOR ALTERNATIVE DRAFT PROPOSED BY UK (SEE PARA 4 BELOW). FRENCH TEXT FOLLOWS:

- (A) (UNCHANGED)
- (B) (BEGIN TEXT) NOTED MOREOVER MEMBER COUNTRIES'
 AGREEMENT THAT IF THEY BECOME PARTIES TO THE
 UNITED NATIONS CONVENTION ON A CODE OF CONDUCT
 FOR LINER CONFERENCES, THEIR APPROVAL CANNOT
 BE GIVEN OTHERWISE THAN IN CONFORMITY WITH
 THE OBLIGATIONS ACCEPTED BY THEM UNDER THE
 CODE OF LIBERALISATION OF CURRENT INVISIBLE
 OPERATIONS OF THE ORGANIZATION FOR ECONOMIC
 CO-OPERATION AND DEVELOPMENT. (END TEXT)
 (C) (DELETE)

US DEL (KATZ) INDICATED THAT, BASED ON INFORMAL TRANS-LATION, HE FOUND THE FRENCH REDRAFT DID LITTLE TO MEET THE OBJECTIVE IN THE SECGEN'S DRAFT OF GIVING ASSURANCE TO OECD NON-SIGNATORIES OF UN CODE. FRENCH VERSION APPEARED TO BE LITTLE MORE THAN A RESTATEMENT OF THE MINORITY VIEWS ON THE COMPATIBILITY OF THE CODE, AS EXPRESSED IN THE INVISIBLES COMMITTEE AND PAYMENTS COMMITTEE. THUS ISSUE WAS BACK TO SQUARE ONE, HE SAID.

- 3. APART FROM FRENCH PROPOSAL, COUNCIL DISCUSSION OF DRAFT ENTRY CENTERED ON DELEGATIONS' GIVING THEIR SUPPORT FOR EITHER THE DRAFT BY THE SECGEN (REFTEL A) OR FOR ALTERNATIVE U.K. DRAFT ENTRY (PARA 4 BELOW). SECGEN'S FINAL PROPOSED DRAFT DIFFERS FROM THAT REPORTED IN REFTEL A BY ADDING IN PARAGRAPH (B) THE WORD "GOVERNMENTAL" BEFORE PHRASE "...MEASURES CONTRARY TO..." IT ALSO ADDS NEW PARAGRAPH (C) AS FOLLOWS: "REQUESTED THE COMMITTEE FOR INVISIBLE TRANSACTIONS, CONSULTING WITH THE MARITIME TRANSPORT COMMITTEE, AS NECESSARY, TO KEEP UNDER REVIEW THE MEASURES OF LIBERALIZATION APPLIED IN RELATION TO INTERNATIONAL MARITIME TRANSPORT BY ANY MEMBER COUNTRIES WHICH MIGHT ADHERE TO THE UNITED NATIONS CONVENTION."
- 4. THE MORE ELABORATE DRAFT ENTRY PROPOSED BY U.K. LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 OECD P 19312 01 OF 02 251419Z

(A) NOTED THAT ALL MEMBERS OF THE INVISIBLES COMMITTEE RECOGNIZED THE POSSIBILITY OF CONFLICT BETWEEN THE U.N. CONVENTION AND THE OECD CODE; (B) NOTED THAT THERE WAS DISAGREEMENT AMONG THE MEMBER COUNTRIES ON THE QUESTION OF COMPATIBILITY; (C) REAFFIRMED THAT THE OECD CODE WOULD BE THE PREVAILING INSTRUMENT IN THE EVENT OF CONFLICTS AND STATED THAT SIGNATORIES OF THE CONVENTION WILL ABSTAIN FROM ANY MEASURES CONTRARY TO THE OECD CODE

WHEN IMPLEMENTING THE CONVENTION; (D) SOUGHT LEGAL CLARIFICATION OF THE OBLIGATIONS WHICH WOULD BE ASSUMED BY CONTRACTING PARTIES TO THE U.N. CONVENTION; (E) REQUESTED THE INVISIBLES COMMITTEE TO CONSIDER WAYS TO MINIMIZE DIFFICULTIES TO WHICH IMPLEMENTATION OF THE U.N. CONVENTION MIGHT GIVE RISE FOR OECD COUNTRIES.

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 OECD P 19312 02 OF 02 251421Z

41

ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-07

EA-06 FRB-03 INR-07 IO-10 NEA-10 NSAE-00 OPIC-03

SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01 L-03 OIC-02

PA-01 PRS-01 USIA-06 NSC-05 CG-00 DOTE-00 FMC-01

DODE-00 OFA-01 DLOS-04 TAR-01 AGR-05 STR-04 (ISO) W ------ 076313

R 251403Z JUL 75 FM USMISSION OECD PARIS TO SECSTATE WASH DC 8073

LIMITED OFFICIAL USE SECTION 02 OF 02 OECD PARIS 19312

- 5. SUPPORTING THE SECGEN'S DRAFT WERE FRG, SWITZERLAND, CANADA, SWEDEN, JAPAN, SPAIN, ITALY, TURKEY. THE U.K. PROPOSAL WAS PREFERRED BY NORWAY, DENMARK, NETHERLANDS AND GREECE, ALTHOUGH NETHERLANDS, GREECE AND NORWAY INDICATED THEY WOULD ALSO FIND THE SECGEN'S DRAFT ACCEPTABLE.
- 6. SECGEN, WITH APPROVAL OF THE COUNCIL, DECIDED REMAND QUESTION TO THE EXECUTIVE COMMITTEE FOR FURTHER

CONSIDERATION AND ATTEMPT AT DRAFTING A COMPROMISE TEXT. THE ISSUE WILL BE BROUGHT BEFORE THE EXECUTIVE COMMITTEE IN MID-SEPTEMBER.

7. COMMENT: MISSION REGARDS FRENCH VERSION OF ENTRY AS UNACCEPTABLE, PRIMARILY BECAUSE IT DOES NOT AFFORD OEC NON-SIGNATORIES OF U.N. CODE THE ASSURANCE THAT THE OECD SIGNATORIES OF UN CODE AGREE ON THE OBLIGATIONS OF MEMBER STATES TO THE OECD TO ABSTAIN FROM ANY MEASURES LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 OECD P 19312 02 OF 02 251421Z

CONTRARY TO THE OECD INVISIBLES CODE AFTER SIGNATURE. ALTHOUGH MISSION WOULD OF COURSE PREFER U.K. DRAFT, IT NOW SEEMS HIGHLY UNLIKELY THAT ANY FORMULA THAT PRECISE WILL BE ACCEPTABLE TO COUNCIL. WHEN EXECUTIVE COMMITTEE TAKES UP MATTER IN SEPTEMBER. IT IS PROBABLE THAT BEST WE CAN HOPE FOR IN AGREED STATEMENT IS SOME ATTENUATED VERSION OF SECGEN'S DRAFT. THE ESSENTIAL POINT IS THAT ULTIMATE FORMULATION CONTAIN SOME CLEAR ASSURANCES TO NON-SIGNATORIES. IN ADDITION, WE WILL ARGEE, AT LEAST INITIALLY, TO STRENGTHEN SECGEN DRAFT ENTRY IN SEVERAL WAYS. FIRST, THAT SOME MENTION OF THE DIVISION OF OPINION IN OECD ON THE QUESTION OF COMPATI-BILITY BE RECORDED ALONG LINES AGREED IN PAYMENTS COMMITTEE. SECONDLY, THAT THE TERM "GOVERNMENTAL" BE REMOVED FROM PARAGRAPH (B) TO DISCOURAGE GOVERNMENTS FROM CLAIMING THAT ACTIONS OF SHIPPING CONFERENCES AND OTHER PRIVATE MEASURES IN CARRYING OUT THE PROVISIONS OF THE U.N. CONVENTION DO NOT ENTAIL ACTIONS OF GOVERNMENTS CONTRARY TO THEIR OBLIGATIONS UNDER INVISIBLES CODE. THIRDLY, IN PARAGRAPH (C) A CLEARER STATEMENT THAT THE INVISIBLES COMMITTEE WILL BE RESPON-SIBLE FOR REVIEWING MEASURES TO IMPLEMENT THE UNITED NATIONS CONVENTION BY ANY MEMBER COUNTRY WHICH MIGHT ADHERE TO THE CONVENTION.

8. WHILE SUCH IMPROVEMENTS SEEM HIGHLY UNLIKELY, IT MAY BE THAT BY SEPTEMBER NON-SIGNATORIES OF UN CODE WILL BE LESS INTERESTED IN COMPROMISE ON DRAFT ENTRY IN VIEW OF EC COMMISSION'S RECENT ACTION. MISSION WOULD APPRECIATE ANY FURTHER GUIDANCE AND COMMENTS, IN PARTICULAR REGARDING THE WORD "GOVERNMENTAL" WHICH WAS NOT CONSIDERED IN INSTRUCTIONS RECEIVED IN REFTEL C, NO LATER THAN END OF AUGUST 1975.

TURNER

LIMITED OFFICIAL USE

	Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006
NNN	
INININ	

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: MARINE TRANSPORTATION, STANDARDS, COMMITTEE MEETINGS, RESOLUTIONS, CARGO SHIPS

Control Number: n/a Copy: SINGLE Draft Date: 25 JUL 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: CunninFX
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OFCDP19312

Document Number: 1975OECDP19312 Document Source: CORE Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: N/A Errors: N/A Film Number: D750257-1064 From: OECD PARIS Handling Restrictions: n/a Image Path:

Legacy Key: link1975/newtext/t19750721/aaaaatam.tel Line Count: 218

Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION EUR Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 4

Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE

Previous Handling Restrictions: n/a Reference: 75 OECD PARIS 16844 Review Action: RELEASED, APPROVED Review Authority: CunninFX

Review Comment: n/a Review Content Flags: Review Date: 16 MAY 2003

Review Event:

Review Exemptions: n/a
Review History: RELEASED <16 MAY 2003 by ShawDG>; APPROVED <03 OCT 2003 by CunninFX>

Review Markings:

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JÚL 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: OECD COUNCIL DISCUSSION OF U.N. LINER CODE, JULY 15, 1975 TAGS: EFIN, ETRN, ECON, OECD, UNCTAD To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006